

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2003
(In Thousands)

	CORRECTIONAL INDUSTRIES REVOLVING FUND	MOTOR TRANSPORT FUND	OFFICE SERVICES REVOLVING FUND
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 34,846	\$ 62,946	\$ 70,150
Payments to employees	(13,987)	(2,528)	(12,320)
Payments to suppliers	(12,501)	(58,641)	(62,864)
Claims paid	-	-	-
Other receipts	-	288	-
Other payments	(7,872)	-	-
Net cash provided (used) by operating activities	\$ 486	\$ 2,066	\$ (5,033)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Loans or loan repayments from other funds	\$ 265	\$ -	\$ 4,120
Loans or loan repayments to other funds	-	(2,302)	-
Transfers to other funds	(219)	(70)	(153)
Net cash provided (used) by noncapital financing activities	\$ 45	\$ (2,372)	\$ 3,967
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	\$ (1,390)	\$ -	\$ (295)
Interest paid	(265)	-	-
Capital lease payments (including imputed interest expense)	-	-	(1,641)
Proceeds from sale of capital assets	-	238	123
Net cash provided (used) by capital and related financing activities	\$ (1,654)	\$ 238	\$ (1,813)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends on investments	\$ -	\$ -	\$ -
Net cash provided (used) by investing activities	\$ -	\$ -	\$ -
Net cash provided (used) - all activities	\$ (1,123)	\$ (67)	\$ (2,880)
Cash and cash equivalents at beginning of year	2,578	29	(113)
Cash and cash equivalents at end of year	\$ 1,455	\$ (38)	\$ (2,992)
RECONCILIATION OF CASH AND CASH EQUIVALENTS			
Per Statement of Net Assets Classifications:			
Cash	\$ -	\$ -	\$ 5
Equity in common cash	1,532	-	419
Warrants outstanding	(77)	(38)	(3,416)
Cash and cash equivalents at end of year	\$ 1,455	\$ (38)	\$ (2,992)
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	\$ (4,189)	\$ 91	\$ (3,388)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation expense	1,570	286	2,242
Other reconciling items	-	-	-
Net Changes in Assets and Liabilities:			
Inventories	2,872	(66)	(2,102)
Other assets (net)	12	1,779	(33)
Accounts payable and other liabilities	221	(24)	(1,752)
Net cash provided (used) by operating activities	\$ 486	\$ 2,066	\$ (5,033)
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES			
Capital contributions	\$ 5,241	\$ -	\$ -
Cost of capital assets acquisitions			
financed by capital leases	-	-	339
Capital lease liabilities entered into during the year	-	-	(339)
Gain (loss) on disposal of capital assets	(265)	17	(57)
Total noncash investing, capital, and financing activities	\$ 4,976	\$ 17	\$ (57)

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 2003

(In Thousands)

	INFORMATION TECHNOLOGY FUND	RISK MANAGEMENT FUND	STATE SPONSORED GROUP INSURANCE FUND	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 508,497	\$ 3,739	\$ 862,270	\$ 1,542,449
Payments to employees	(128,706)	(610)	-	(158,151)
Payments to suppliers	(290,968)	(582)	(250,667)	(676,224)
Claims paid	-	(4,015)	(615,972)	(619,988)
Other receipts	2,217	-	94,214	96,720
Other payments	-	-	-	(7,872)
Net cash provided (used) by operating activities	\$ 91,040	\$ (1,469)	\$ 89,845	\$ 176,935
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Loans or loan repayments from other funds	\$ -	\$ -	\$ 28,267	\$ 32,653
Loans or loan repayments to other funds	(30,086)	-	-	(32,388)
Transfers to other funds	(208)	(16)	(23)	(689)
Net cash provided (used) by noncapita financing activities	\$ (30,294)	\$ (16)	\$ 28,244	\$ (424)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(10,303)	\$ -	\$ -	\$ (11,988)
Interest paid	-	-	-	(265)
Capital lease payments (including imputed interest expense)	(18,067)	-	-	(19,707)
Proceeds from sale of capital assets	-	-	-	361
Net cash provided (used) by capital and relatec financing activities	\$ (28,370)	\$ -	\$ -	\$ (31,599)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends on investments	\$ -	\$ -	\$ 4,664	\$ 4,664
Net cash provided (used) by investing activities	\$ -	\$ -	\$ 4,664	\$ 4,664
Net cash provided (used) - all activities	\$ 32,376	\$ (1,485)	\$ 122,754	\$ 149,575
Cash and cash equivalents at beginning of yea	(1,271)	10,115	118,733	130,072
Cash and cash equivalents at end of year	\$ 31,105	\$ 8,631	\$ 241,487	\$ 279,647
RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Per Statement of Net Assets Classifications:				
Cash	\$ -	\$ -	\$ 34	\$ 39
Equity in common cash	34,170	8,637	243,498	288,256
Warrants outstanding	(3,065)	(6)	(2,045)	(8,648)
Cash and cash equivalents at end of year	\$ 31,105	\$ 8,631	\$ 241,487	\$ 279,647
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (8,943)	\$ (760)	\$ (4,658)	\$ (21,847)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation expense	43,652	-	-	47,752
Other reconciling items	2,217	-	-	2,217
Net Changes in Assets and Liabilities				
Inventories	-	-	-	703
Other assets (net)	(119)	(1,433)	87,901	88,106
Accounts payable and other liabilities	54,233	723	6,601	60,003
Net cash provided (used) by operating activities	\$ 91,040	\$ (1,469)	\$ 89,845	\$ 176,935
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Capital contributions	\$ 2,609	\$ -	\$ -	\$ 7,851
Cost of capital assets acquisitions financed by capital leases	9,725	-	-	10,065
Capital lease liabilities entered into during the yea	(9,725)	-	-	(10,065)
Gain (loss) on disposal of capital assets	(45)	-	-	(349)
Total noncash investing, capital, anc financing activities	\$ 2,565	\$ -	\$ -	\$ 7,502